

A1024 Section 3 Presentation to the City of Bay City



The [City of Bay City recently received the following grant award:

- Grant Contract No. [719029 (CD) & 720002 (Main Street)
- Award Amount: 719029 (CD) \$350,000 & 720002 (Main Street) \$500,000
- Project: [719029 Sewer Improvements & 720002 Main Street]



The grant is funded through the
Community Development Block Grant, via:

- U.S. Department of Housing and Urban
Development

and

- Texas Department of Agriculture



Section 3 Concepts

- As a condition of funding, the City of Bay City must comply with Section 3 of the Housing and Urban Development Act of 1968.
- To the greatest extent feasible, Grant Recipients must direct economic opportunities generated by CDBG funds to low- and very low-income persons.



Section 3 Concepts

In part, this means ensuring that:

- Section 3 Businesses have the information to submit a bid or proposal for the project; and
- Section 3 Workers have information about any available job opportunities related to the project.

For precise definitions, see TxCDBG Policy Issuance 20-01



Section 3 Business

A company may qualify as a Section 3 Business if:

- it is owned by low-income persons;
- it is owned by Section 8-Assisted housing residents; or
- 75% of all labor hours for the business in a 3 month period are performed by Section 3 Workers

Register at:

- HUD's Section 3 website:
<https://portalapps.hud.gov/Sec3BusReg/BRegistry/RegisterBusiness>
- Certify as a Section 3 Business (Form A1023)



Section 3 Business

These projects are expected to include the following contracting opportunities:

- (7219029 CD Sewer Improvements - Android Construction Services awarded construction contract on April 2, 2021. No subcontractors anticipated at this time.
- Administration services – GrantWorks (previously selected)
- Engineering Services – Urban Engineering (previously selected)
- (7220002 Main Street) Project is in design and has not bid out
- Administration services – GrantWorks (previously selected)
- Engineering Services – (previously selected)



Section 3 Worker

You may qualify as a Section 3 Worker if:

- Your annual income is below the county threshold for your family size. For example, the county threshold for a family size of one is \$33,000
- You are a current or recent Youthbuild participant

Register your information and search for opportunities at:

- WorkInTexas.gov
- HUD's Section 3 Opportunity Portal
<https://hudapps.hud.gov/OpportunityPortal/>



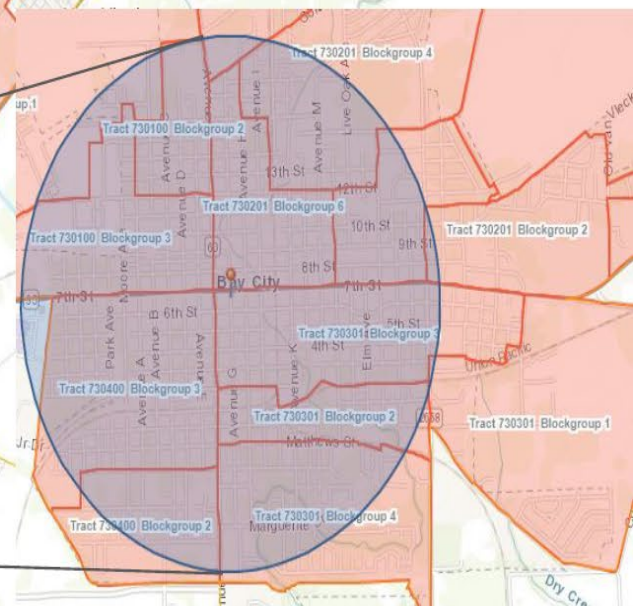
Targeted Section 3 Worker

Section 3 Workers that reside near the project locations may also qualify as Targeted Section 3 Workers.

For these project, that service area is defined by the attached maps:

Tract	Blockgroup	F2019LMUniv
County 730301	1	770
County 730301	4	1080
County 730301	3	1220
County 730201	4	1755
County 730201	6	195
County 730400	3	800
County 730201	5	810
County 730201	2	1410
County 730301	2	955
County 730100	3	610
County 730100	2	950
County 730400	2	405
County 730201	1	1125
County 730100	1	1200
		13285

me	Tract	Blockgroup	F2019LMUniv
County	730301	1	770
County	730301	4	1080
County	730301	3	1220
County	730201	4	1755
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County	730400	3	800
County	730201	5	810
County	730201	2	1410
County	730301	2	955
County	730100	3	610
County	730100	2	950
County	730400	2	405
County	730201	1	1125
County	730100	1	1200
			13285



Section 3 Boundary Viewer

Find address or place



Bay City # 7219029

County	CountyName	Tract	Blockgroup	F2019LMUniv
321	Matagorda County	730400	1	1570
321	Matagorda County	730301	3	1220
321	Matagorda County	730201	4	1755
321	Matagorda County	730201	6	195
321	Matagorda County	730400	3	800
321	Matagorda County	730201	5	810
321	Matagorda County	730301	2	955
321	Matagorda County	730100	3	610
321	Matagorda County	730100	2	950
321	Matagorda County	730201	1	1125
321	Matagorda County	730100	1	1200
F2019LMUniv Total:				11190

Tract 730100 Block Group 2

Tract 730100 Block Group 1

Tract 730201 Block Group 6

Tract 730201 Block Group 1

Tract 730201 Block Group 4

Tract 730201 Block Group 5

Tract 730301 Block Group 3

Tract 730301 Block Group 2

Tract 730400 Block Group 1

Tract 730100 Block Group 3

Tract 730400 Block Group 3

Tract 730700 Blockgroup 2

-95.765 29.035 Degrees

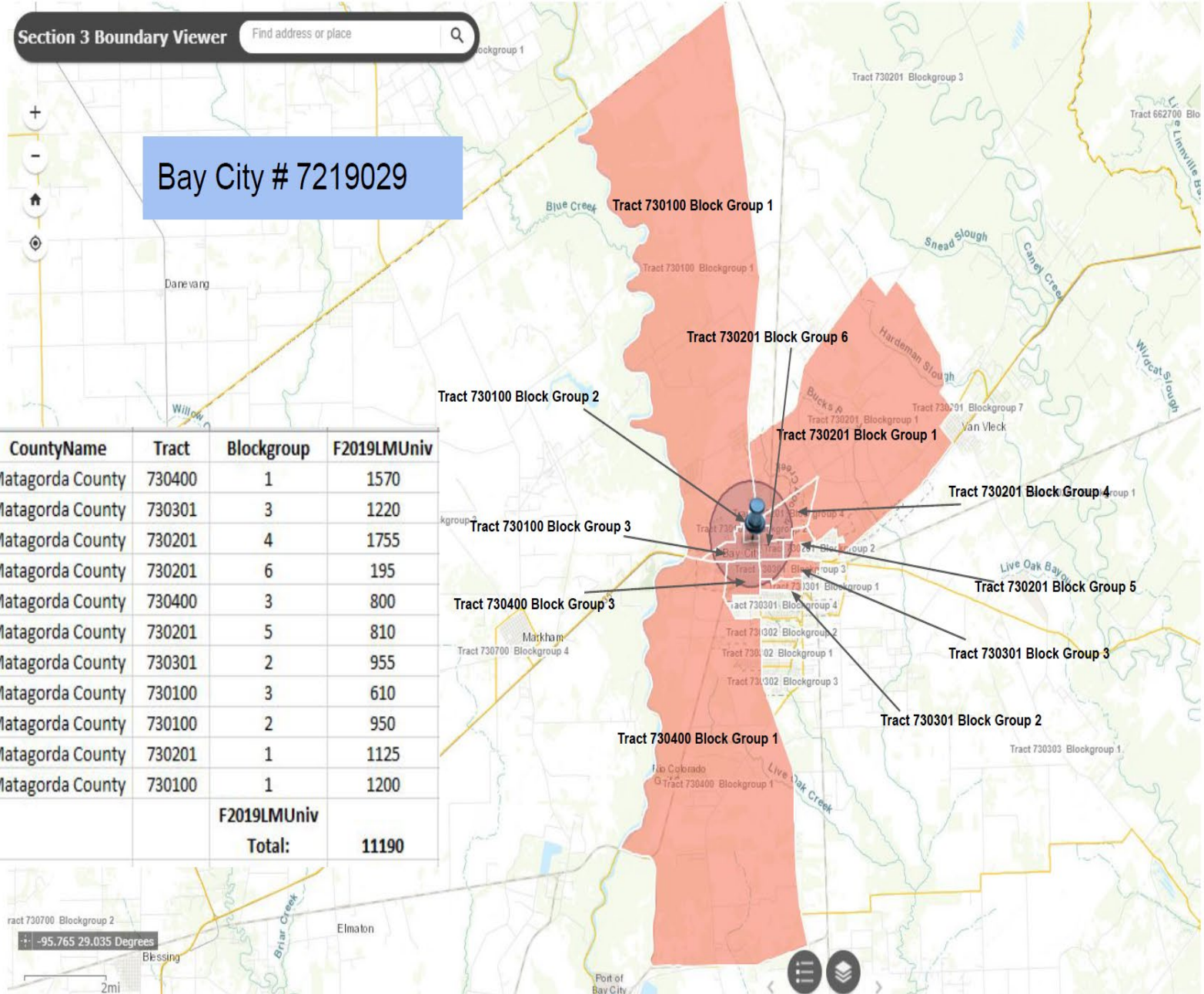
2mi

Elmaton

Blessing

Blair Creek

Point of Bay City





Recordkeeping

The City will track all hours worked on the project based on the three categories of workers.

This will require collection of certain income information.





For More Information

TxCDBG Policy Issuance 20-01

[REVISED Policy Issuance 20-01 Section 3 v1.pdf](#)
[\(texasagriculture.gov\)](#)

24 CFR Part 75

[Electronic Code of Federal Regulations \(eCFR\)](#)

Robert K. Nelson, Mayor Bay City

Michele Goerke GrantWorks